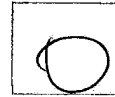


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-04069A
Oatman Water Company, L.L.C.
9184 N. 81st St.
Scottsdale, AZ 85258

RECEIVED
JAN 14 2009
301 2 8 7111
JAN 14 2009
JAN 14 2009



ANNUAL REPORT
WATER

FOR YEAR ENDING

12	31	2008
----	----	------

FOR COMMISSION USE

ANN 04	08
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PROCESSED BY:

10-29-10

SCANNED

COMPANY INFORMATION

Company Name (Business Name) OATMAN WATER CO. LLC			
Mailing Address 9184 N 81ST STREET			
SCOTTSDALE		AZ	85258
(City)	(State)	(Zip)	
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address SCA6@COX.NET			
Local Office Mailing Address PO BOX 414			
OATMAN		AZ	86433
(City)	(State)	(Zip)	
Local Office Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address			

MANAGEMENT INFORMATION

Management Contact: STEVE ANDERSON		MANAGING MEMBER	
(Name)		(Title)	
9184 N 81ST STREET		SCOTTSDALE	AZ 85258
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address			
On Site Manager: SAME			
(Name)			
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address			

Statutory Agent: <u>STEVE ANDERSON</u>			
9184 N 81ST STREET	SCOTTSDALE	AZ	85258
(Street)	(City)	(State)	(Zip)
		602-690-0615	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney: _____			
(Name)			
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address _____			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input checked="" type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input checked="" type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME OATMAN WATER CO. LLC

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	48,029	(9,339)	38,690
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1,587	<1,375>	212
340	Office Furniture and Equipment			
341	Transportation Equipment	35,000	<35,000>	0
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	133,341	<30,099>	103,242
	TOTALS	217,957	<75,814>	142,143

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME OATMAN WATER CO. LLC

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	48,029	3.33%	1,601
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1,587	20%	318
340	Office Furniture and Equipment			
341	Transportation Equipment	35,000		
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	133,341	3.34%	4,572
	TOTALS	217,957		6,491

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME OATMAN WATER CO. LLC

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 3,184	\$ 432 ✓
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	8,479	9,426 ✓
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	500	500 ✓
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	9,217	14,967 13,874
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 21,380	\$ 25,325 24,232
	FIXED ASSETS		
101	Utility Plant in Service	\$ 217,957	\$ 217,957
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(69,323)	(75,813)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 148,625	\$ 142,144 ✓
	TOTAL ASSETS	\$ 170,014	\$ 167,535 166,376

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME OATMAN WATER CO. LLC

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		1,013
231	Accounts Payable	\$	\$ 600 ✓
232	Notes Payable (Current Portion)	6,566	6,824 -
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	935	885 -
236	Accrued Taxes	3,535	3,260 5,953.
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		14,675
	TOTAL CURRENT LIABILITIES	\$ 11,036	\$ 11,569
	LONG-TERM DEBT (Over 12 Months)		106,456
224	Long-Term Notes and Bonds	\$ 114,795	\$ 113,280
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 125,831	\$ 121,131 118,504
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 100,000	\$ 100,000
211	Paid in Capital in Excess of Par Value		<54,755>
215	Retained Earnings	(55,817)	(50,969)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 44,183	\$ 49,031 45,245.
	TOTAL LIABILITIES AND CAPITAL	\$ 170,014	\$ 167,535 166,376.

COMPANY NAME OATMAN WATER CO. LLC

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 64,048	\$ 63,632 ³⁴⁴
460	Unmetered Water Revenue		
474	Other Water Revenues	221	95
	TOTAL REVENUES	\$ 64,269	\$ 63,439
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	5,206	6,455
618	Chemicals		
620	Repairs and Maintenance	4,939	4,738
621	Office Supplies and Expense	2,351	2,071
630	Outside Services	22,360	19,652
635	Water Testing	379	1,000
641	Rents	12,000	13,632
650	Transportation Expenses		
657	Insurance - General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	7,991	6,491
408	Taxes Other Than Income		
408.11	Property Taxes	3,260	2,693
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 58,492	\$ 56,732
	OPERATING INCOME/(LOSS)	\$ 5,777	\$ 6,707
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	<7,468>	<5,645>
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ <1,691>	\$ 1,062

COMPANY NAME OATMAN WATER CO. LLC

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	11-24-02			
Source of Loan	WIFA			
ACC Decision No.	63626			
Reason for Loan	Improvement Construction			
Dollar Amount Issued	\$ 163,500	\$	\$	\$
Amount Outstanding	\$ 125,758	\$	\$	\$
Date of Maturity	12-1-22			
Interest Rate	4.375 %	%	%	%
Current Year Interest	\$ 5,645	\$	\$	\$
Current Year Principle	\$ 6,834	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 885.⁰⁰

Meter Deposits Refunded During the Test Year \$

COMPANY NAME	OATMAN WATER CO. LLC
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
532007	5	10-15	500	6	2	1994

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
50,000	1		
55,000	1		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	OATMAN WATER CO. LLC
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2	PVC	4000
3	PVC/IRON	4,000
4	PVC/IRON	2400
5		
6		
8		
10		
12		
1"	PVC/IRON	4,200
1 1/2"	PVC/IRON	3,000

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	140
3/4	
1	1
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

ULTRA VIOLET LIGHT WATER TREATMENT DEVICE.

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: OATMAN WATER CO. LLC	
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2008

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	126	288 ✓		
FEBRUARY	128	334 ✓		
MARCH	132	306 -		
APRIL	127	368 -		
MAY	133	405		
JUNE	132	475		
JULY	130	367		
AUGUST	127	386		
SEPTEMBER	129	333		
OCTOBER	127	349		
NOVEMBER	129	284		
DECEMBER	130	342		
TOTALS →		4,237		0

What is the level of arsenic for each well on your system? < 0.0030 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs *N/A*

If system has chlorination treatment, does this treatment system chlorinate continuously?
() Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: OATMAN WATER CO. LLC
Name of System: <i>OATMAN Water</i> ADEQ Public Water System Number: <i>08-001</i>

UTILITY SHUTOFFS / DISCONNECTS

NONE

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →			

OTHER (description):

COMPANY NAME OATMAN WATER CO. LLC

YEAR ENDING 12/31/2008

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2008 was: \$ 4

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why.

PROPERTY TAXES for 2008 (\$2,857.60) were
paid in 2009

VERIFICATION
AND
SWORN STATEMENT
Taxes

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
NAME (OWNER OR OFFICIAL) TITLE <u>STEVE ANDERSON, MANAGING MEMBER</u>
COMPANY NAME <u>OATMAN WATER CO. LLC</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2008

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Steve Anderson

SIGNATURE OF OWNER OR OFFICIAL

(602) 690-0615

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

29TH

DAY OF OCT

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>OCT</u>	<u>2010</u>



ROBERT A. CALTA
Notary Public - Arizona
Maricopa County

MY COMMISSION #255038
Expires November 20, 2013

Robert A. Calta
SIGNATURE OF NOTARY PUBLIC

11/20/2013

COMPANY NAME OATMAN Water Co LLC YEAR ENDING 12/31/2008

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported - 0 -
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

* TAXES paid
through TAX
RETURN of LLC
OWNER.

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

10-28-2010
DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)

NAME (OWNER OR OFFICIAL) TITLE

STEVE ANDERSON, MANAGING MEMBER

COMPANY NAME

OATMAN WATER CO., LLC

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH

12

DAY

31

YEAR

2008

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2008 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 66,759

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 3,690

IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED. ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

29th

DAY OF

COUNTY NAME

Maricopa

MONTH

Oct

2010

SIGNATURE OF NOTARY PUBLIC

Robert A. Calta

ROBERT A. CALTA

Notary Public - Arizona

Maricopa County

Commission #255023

Expires November 20, 2013

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	
NAME (OWNER OR OFFICIAL) STEVE ANDERSON	TITLE MANAGING MEMBER
COMPANY NAME CATMAN WATER CO. LLC	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2008

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2008 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>2,990</u>

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 54,094
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

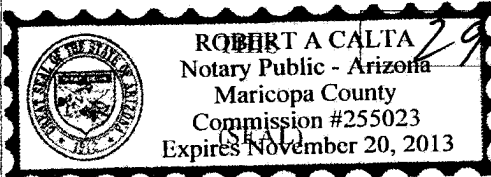
Steve Anderson
SIGNATURE OF OWNER OR OFFICIAL
602-690-0615
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

DAY OF

NOTARY PUBLIC NAME ROBERT A. CALTA	
COUNTY NAME Maricopa	
MONTH OCTOBER	20 10



MY COMMISSION EXPIRES

11/20/2013

X

Robert A. Calta
SIGNATURE OF NOTARY PUBLIC